

Public Meeting on Section 889(a)(1)(B)

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About SIA

 1,000 security solutions providers - from global technology firms to local small businesses

 Most manufacturers of video surveillance equipment with business operations in the U.S.

 Security systems integrators that install and maintain video surveillance systems for the government and commercial sectors

Industry Structure

Manufacturers

Equipment Distributers

Systems Integrators

Barriers to Industry Implementation

Vague statutory language has created confusion regarding:

- What constitutes "use"
- When use of video surveillance equipment is covered by the (a)(1)(B) prohibition

The statutory definition of covered <u>video surveillance</u> equipment specifies use "For the purpose of public safety, security of Government facilities, physical security surveillance of critical infrastructure, and other national security purposes," [Sec. 889 (f)(3)(B)]

Uncertainty regarding the impact on:

- Security suppliers who are DOD contractors
- Their customers who are DOD contractors

How They Can Be Overcome

• A rule implementing Sec. 889 (a)(1)(B) that enables straightforward compliance – which elucidates, versus simply restates the vague statutory language.

• Additional clarification that prohibited "use" of video surveillance products is limited to the purposes specified in Sec. 889 (f)(3)(B) by end-users.

How long will it take cease use & small business Impact

- A high percentage of video surveillance equipment installed worldwide in the commercial marketplace within the past 5 years is manufactured by Hikvision and Dahua (including all OEM brands).
- It may not be feasible to replace the equipment at facilities in parts of the world where compliant alternatives are not available locally, especially by the implementation deadline.
- Without clarity on "use" small U.S. security businesses could see significant negative economic impact.

Impact on supply chains & ability to contract with DoD

 Security equipment suppliers and integrators doing federal work can and do offer fully compliant video surveillance products in both the commercial and government market.

• Manufacturers either offer NDAA-compliant product lines or specify that all products offered are compliant.